

As of 10/7/2009

## 090 - Office of State Treasurer

### A001 Accounting and Fiscal Services for Treasury and Trust Funds

**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

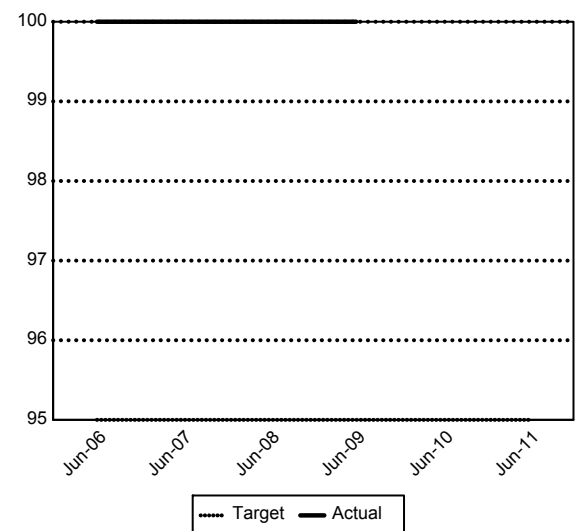
**Statewide Strategy:** Safeguard and manage public funds

#### Expected Results

Provide quality services.

Cash in-balance between the state accounting document records and treasury bank transactions.				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	95%		
	4th Qtr	95%		
2007-09	8th Qtr	95%	100%	5%
	4th Qtr	95%	100%	5%
2005-07	8th Qtr	95%	100%	5%
	4th Qtr	95%	100%	5%

*OST is responsible for receiving and disbursing all public monies of the state not required by law to be managed by other state agencies. OST has no control over the volume of transactions; however, we do control the cash and treasury bank transactions. Our goal is to maintain, at least 95 percent of the time, a cash in-balance condition within two days of the close of business throughout the entire fiscal year. We expect to meet or exceed our goal.*



### A002 Administration

**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

**Statewide Strategy:** Safeguard and manage public funds

#### Expected Results

Promote and maintain public trust and confidence.

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## A003 Banking Services

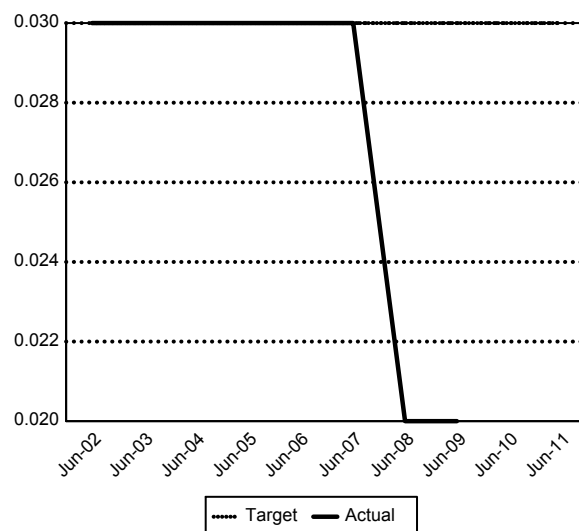
**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

**Statewide Strategy:** Safeguard and manage public funds

### Expected Results

Promote prudent financial practices and provide quality services.

State bank average cost per transaction.				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	\$0.03		
	4th Qtr	\$0.03		
2007-09	8th Qtr	\$0.03	\$0.02	\$(0.01)
	4th Qtr	\$0.03	\$0.02	\$(0.01)
2005-07	8th Qtr	\$0.03	\$0.03	\$0
	4th Qtr	\$0.03	\$0.03	\$0
<p><i>These performance measures depend primarily on OST's ability to competitively procure low fees with financial institutions for bank transactions, educating agencies on the use of the most efficient and cost-effective methods to process transactions, and OST's utilization of new banking technology &amp; state of the art electronic applications. The centralized banking structure allows for significant economies of scale while allowing agencies the flexibility needed to best meet their business needs.</i></p>				



## A004 Debt Management Services

**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

**Statewide Strategy:** Safeguard and manage public funds

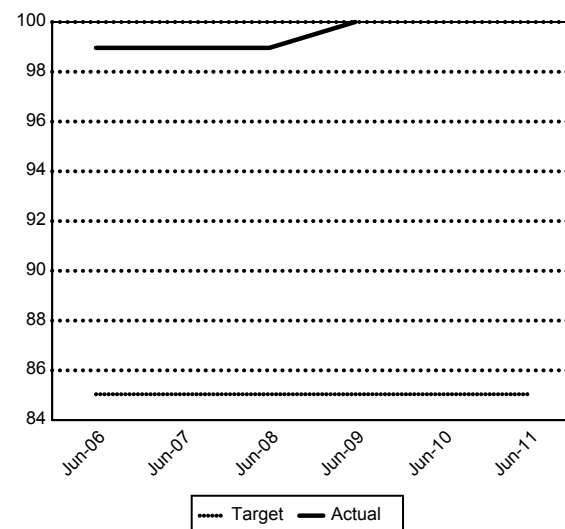
### Expected Results

Promote prudent financial practices and provide quality services.

As of 10/7/2009

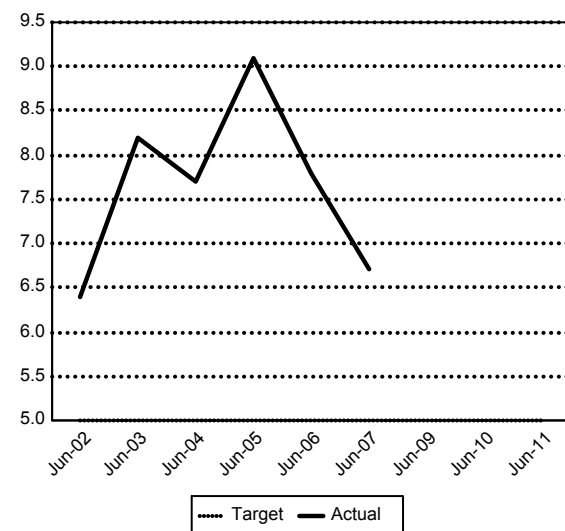
Percent of school districts issuing voter-approved general obligation bonds choosing to participate in the school bond guarantee program.				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	85%		
	4th Qtr	85%		
2007-09	8th Qtr	85%	100%	15%
	4th Qtr	85%	99%	14%
2005-07	8th Qtr	85%	99%	14%
	4th Qtr	85%	99%	14%

*Savings realized by school districts choosing to use the state's guarantee when issuing voter-approved general obligation bonds are based upon the difference between a school district's underlying rating and the program's Aa1 rating. Often the credit enhancement provided by the program allows a district's bonds to be sold without the purchase of bond insurance. If the district and/or its underwriter does elect to purchase bond insurance, savings are still realized because the cost is lower.*



Ratio of the net present value of the savings (after discounts and cost of issuance) compared to the total par value of the bond issue.				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	5%		
	4th Qtr	5%		
2007-09	8th Qtr	5%		
	4th Qtr	5%		
2005-07	8th Qtr	5%	6.7%	1.7%
	4th Qtr	5%	7.8%	2.8%

*The Savings/Issue Size performance measure provides a way to assess savings from refundings. A refunding is a procedure whereby an outstanding bond issue is refinanced by a new issue.*

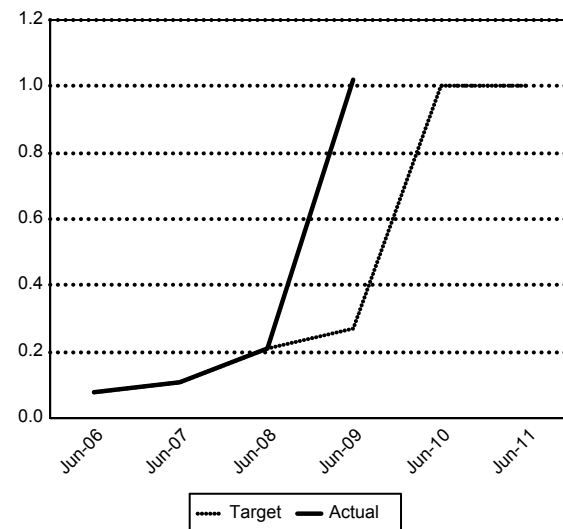


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The difference of the yields for the COP's maturities compared to the corresponding Municipal Market Data (MMD) yields.				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	1%		
	4th Qtr	1%		
2007-09	8th Qtr	0.27%	1.02%	0.75%
	4th Qtr	0.21%	0.21%	0%
2005-07	8th Qtr	0.11%	0.11%	0%
	4th Qtr	0.08%	0.08%	0%

*Mechanism to compare the price performance of State of Washington Certificates of Participation (COP) with the prices achieved by other municipal market issuers. The MMD AAA scale is a daily 1 - 30 year yield curve published by Thomson Financial based upon secondary and primary market information from around 50 different dealers and institutional investors. The lower the ratio for state COPs compared to the MMD AAA scale, the better the financing has been received by the market.*

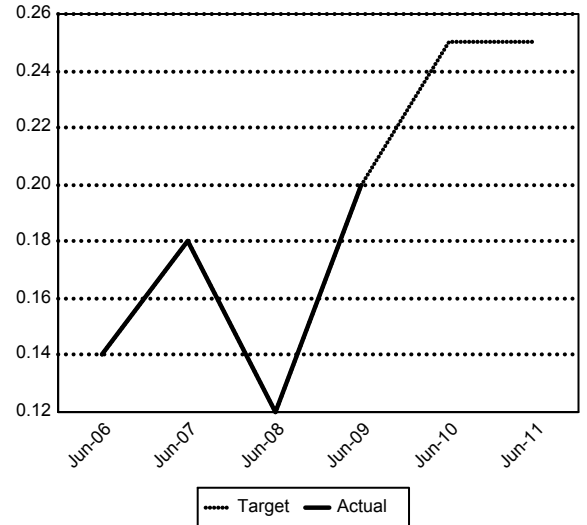
*Comment: Credit spreads widened in 2009 as the market faced deteriorating liquidity and increased volatility.*



As of 10/7/2009

The difference of the yields for the general obligation bonds maturities compared to the corresponding Municipal Market Data (MMD) yields.				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	0.25%		
	4th Qtr	0.25%		
2007-09	8th Qtr	0.2%	0.2%	0%
	4th Qtr	0.12%	0.12%	0%
2005-07	8th Qtr	0.18%	0.18%	0%
	4th Qtr	0.14%	0.14%	0%

*Mechanism to compare the price performance of State of Washington general obligation bonds with the prices achieved by other municipal market issuers. The MMD AAA scale is a daily 1 - 30 year yield curve published by Thomson Financial based upon secondary and primary market information from around 50 different dealers and institutional investors. The lower the ratio for state general obligation bonds compared to the MMD AAA scale, the better the financing has been received by the market.*



## A005 Investment Services

**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

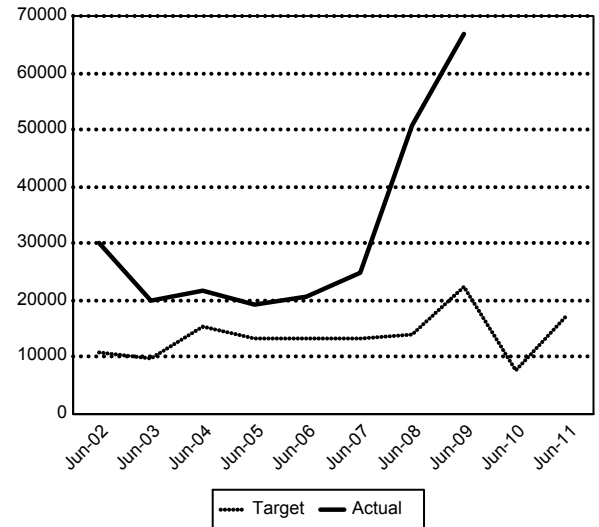
**Statewide Strategy:** Safeguard and manage public funds

### Expected Results

Promote prudent financial practices and provide quality services.

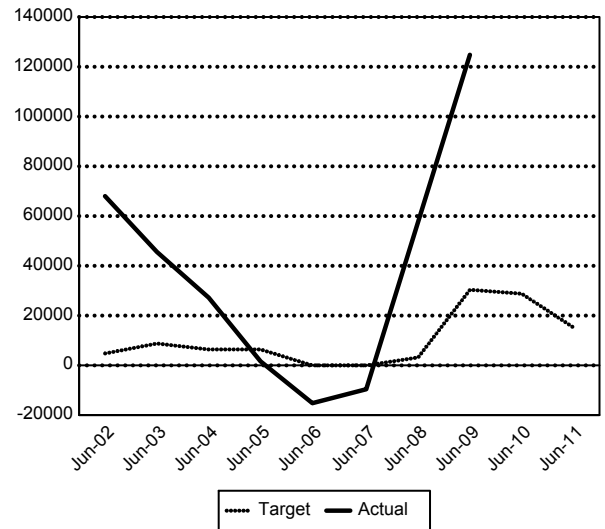
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Local Government Investment Pool - Incremental value of LGIP compared to comparable privately managed money funds (dollars in thousands).				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	\$17,500		
	4th Qtr	\$7,800		
2007-09	8th Qtr	\$22,500	\$66,742	\$44,242
	4th Qtr	\$14,000	\$50,633	\$36,633
2005-07	8th Qtr	\$13,200	\$24,930	\$11,730
	4th Qtr	\$13,200	\$20,595	\$7,395



Treasury and Trust Funds - Incremental value of active internal investment compared to overnight investment of all available funds (dollars in thousands).				
Biennium	Period	Target	Actual	Variance
2009-11	8th Qtr	\$15,475		
	4th Qtr	\$28,950		
2007-09	8th Qtr	\$30,146	\$124,655	\$94,509
	4th Qtr	\$3,405	\$57,287	\$53,882
2005-07	8th Qtr	\$0	\$(9,713)	\$(9,713)
	4th Qtr	\$264	\$(15,211)	\$(15,475)

*The incremental value of an active investment program is subject to wide variation due to the shape of the yield curve, the direction of interest rates, treasury cash flow patterns and the investment strategies employed. It may even be negative.*



## ZZZX Other Statewide Adjustments

**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

**Statewide Strategy:** Safeguard and manage public funds